



# State of Utah

School and Institutional  
TRUST LANDS ADMINISTRATION

Olene S. Walker  
Governor

Kevin S. Carter  
Director

675 East 500 South, Suite 500  
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801-538-5100  
801-355-0922 (Fax)  
<http://www.trustlands.com>

7M/041/004

January 26, 2004

Wells Fargo Bank  
Operations Group  
Northern California  
One Front Street, 21<sup>st</sup> Floor  
San Francisco, CA 94111

RECEIVED

JAN 29 2004

DIV OF OIL GAS & MINING

RE: Standby Letter of Credit Number \_\_\_\_\_  
Western Clay Company Mineral lease Number ML 29434

Gentlemen:

The Trust Lands Administration recently received a cancellation notice from you for LOC #NRS394998. The notice was mailed to Utah State Land & Forestry. The Trust Lands Administration is Successor to that state of Utah agency.

I do not find any record of LOC # \_\_\_\_\_ in our records. However, I believe that it may be a Wells Fargo Bank number assigned to LOC # \_\_\_\_\_ which was originally issued by First Security Bank. Said First Security Bank LOC was posted as a mining and reclamation bond for Western Clay Company under mineral lease #ML 29434 and was released by the Trust Lands Administration on February 6, 2002. I am enclosing a copy of the relevant Directors Minutes.

Please contact me if this information is inconsistent with your records, or if you have any additional information to share with me regarding

Sincerely,

John T. Blake  
Mineral Resources Specialist

CC: Western Clay Co.  
P.O. Box 127  
Aurora, UT 84620

DOGM ✓

RETURN OF TIME CD TO LESSEE; ML 41810-VM (SCH)

The Trust lands Administration Accounting Group is presently holding CD \_\_\_\_\_ bmitted by Korona Industries, Inc. in the amount of \$3,000.00 as additional bonding for mining operations proposed under ML 41810-VM. An examination of the Director Minutes of February 15, 1995, reveals that a purported acceptance of this bond by the Director does not exist.

Mr. Blake recently visited the lands leased under ML 41810-VM and found very little surface disturbance. The Lessee has not expanded mining operations on the leased lands and the additional bonding is, therefore, not needed. CD , should be returned to the Lessee and the Lessee should be advised that no additional surface disturbances are allowed in the leased lands until a new notice of intent to commence operations and a new bond are filed with the Trust Lands Administration.

Mr. Blake recommends that CD \_\_\_\_\_ be returned to Korona Industries, Inc. by certified mail, return receipt requested.

EXPIRATION OF MINERAL MATERIALS PERMIT, ML 48642-MP (SCH)

The following permit for east desert sandstone strip stone reached the end of its terms and expired on January 31, 2002. No known activity upon the lands occurred under the permit. The lands are open and available for application for a new mineral materials permit.

ML 48642-MP

Brandon Eskelson  
3026 W. 8750 So.

West Jordan, UT 84088

T13S, R20E, SLB&M  
Section 16: SW $\frac{1}{4}$ SW $\frac{1}{4}$

Uintah County,  
40.00 acres

**This item is submitted by Mr Blake for record keeping purposes only.**

EXPIRATION OF LETTER OF CREDIT #S-07738-00018; ML 29434 (SCH)

On March 19, 1990, the Director accepted Letter of Credit # \_\_\_\_\_ issued by First Security Bank in the amount of \$5,000.00 for mining operations by Western Clay Company, P.O. Box 127, Aurora, UT 84520, upon trust lands under mineral lease ML 29434-Limestone. Said Letter of Credit expired on February 16, 1991, and the records of the Trust Lands Administration should be noted accordingly.

**This item is submitted by Mr. Blake for record keeping purposes only.**